

RECORD OF PROCEEDINGS

MINUTES OF REGULAR MEETING OF THE BOARD OF DIRECTORS COLUMBINE WATER DISTRICT

HELD

Monday, January 19, 2015
3:00 p.m. at the Administration Building
1111 County Road 48
Grand Lake, CO 80447

ATTENDANCE

A regular meeting of the Board of Directors of the Columbine Water District was held as shown above, and in accordance with the applicable Statutes of the State of Colorado. The following Directors were present and acting:

William J. Heffron
Charlene Penson
Mark Trumbo
Jim Kroepfl

Absent and excused: William Elliott

Also present: Emily Allen-Kennedy/Jenks Consultants
Dan Korkowski-Columbine Lake HOA Manager
Sally Blea, Mike Gibboni & Shelly McDaniel – Staff

CALL TO ORDER

Vice-President Penson called the meeting to order at 3:00 p.m. and opened for discussion the first agenda item.

MINUTES

The Minutes of the December 17, 2014 regular meeting were reviewed and accepted by the Board as presented.

MATTERS BEFORE THE BOARD

Public Hearing: Kinnikinnick Water Line Replacement Project including information on Preliminary Engineering Report (PER) and State Revolving Fund Loan

(Notice of this hearing was published in the Sky Hi Daily News on December 18, 2014 and on the District's website). Vice President Penson opened the public hearing. All parties noted above were in attendance as well as Emily Allen of Kennedy/Jenks Engineering. Emily began the hearing by stating that this hearing is required to inform the public of the upcoming replacement of water main on Kinnikinnick Road, from Western Road to Columbine Drive. She described the project as consisting of 5000 lineal feet of water line replacement, and upsizing to an 8" water main to accommodate fire flows. She added that all fire hydrants will be replaced and will include an additional five new fire hydrants. She reviewed the timeline of the project with the Board. The Preliminary Engineering Report was submitted on October 30, 2014 and is available for public view. Approval of eligibility of our Project was given on December 15, 2014. The PER references the three project alternatives: a "no action" approach; the "replacement" approach and a design to "rehabilitate in place". The option to replace the water main was chosen because it would allow for an improved alignment and extension of the waterline's service life. It will provide a functional system to

customers and replacement will minimize the District's exposure to emergency pipeline failure repairs which are costly and financially inefficient. No lasting environmental impacts are anticipated for this alternative. The project will commence as early as possible in the spring with a Notice to Proceed to be issued effective April 20, 2015.

Manager Blea next discussed with the Board the funding of the project via a Loan with the Colorado Resources and Power Development Authority. An Application for a Loan of 1.3 Million has been submitted and a Grant Application in the amount of \$650,000 via the Energy and Mineral Impact Assistance Program has also been submitted. She noted that the District has hired Carolyn Steffl of the law firm of Moses, Wittemyer, Harrison & Woodruff to represent the District as Bond Counsel and Georgeann Becker of Becker Stowe Partners LLC, located in Denver to represent the District as special counsel. Carolyn and Georgeann will provide Opinion Letters required by the State that will address Tabor issues and other various matters of a legal nature that will allow the District to accept the loan. Sally also stated that the State, when addressing our Application, will notify the District as to whether another user fee rate increase will be required in order to meet the terms of the loan at \$1.3 million, noting that the Board has already discussed another fee increase in January, 2016 if needed.

Vice President Pension then requested discussion or questions from any public present. Dan Korkowski, Manager of Columbine Lake Subdivision HOA questioned the commencement of the project, noting that the weather will be a factor. Emily responded that issuing the Notice to Proceed with an April 20 date was so that the Contractor would have time to order and receive materials by May 15, which is when digging would actually begin, as per HOA requirements. There being no further comments, Vice President Pension closed the Public Hearing.

Resolution 2015-1-1 Providing for Reimbursement of Engineering, Consulting, Legal and Construction Costs Related to the Kinnikinnick Line Replacement Project from the Colorado Water Resources and Power Development Authority Loan

Discussion was had regarding the Board's wish to request reimbursement from loan proceeds for costs incurred prior to the loan closing. By **MOTION** and second the Resolution was approved which will allow for the reimbursement of those costs.

Consideration of Bidding and Construction Services Proposal/Kinnikinnick Project

By **MOTION** and second the Board approved the proposal of Kennedy/Jenks for the Bidding and Construction Services for the Kinnikinnick Project, in the amount of \$71,500.00.

Resolution 2015-1-2 Designate Public Places for Board Meeting Notices

By **MOTION** and second the Resolution was approved.

Consideration of date change for February meeting

By **MOTION** and second the February meeting was moved from February 16th to February 17th, commencing at 3:00 p.m. as offices are closed on February 16.

PUBLIC COMMENT

Dan Korkowski stated that the Columbine Lake HOA new website is up and running and is a big improvement.

CHIEF OPERATOR REPORT

Water Usage

Mike reported that water use is down by 34% over this time last year and down 9% for the 2014 year.

FINANCIAL REPORTS

By **MOTION** and second, the checklist for December was approved. The Financial documents for December were reviewed and accepted as presented.

DISTRICT SECRETARY REPORT

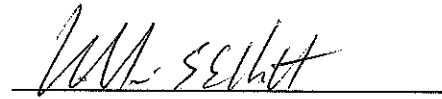
None

The next meeting is scheduled for February 17 commencing at 3:00 p.m.

With no further business before the Board, the meeting was adjourned at 4:35 p.m.



Shelly McDaniel, Reporting Secretary



Mark Trumbo, Secretary/Treasurer

WILLIAM G. ELLIOTT, President